

ND STATE FIRE & TORNADO FUND

State Investment Board Balance Sheet As of 6/30/2003

	As of <u>6-30-03</u>	As of <u>6-30-02</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 4,916,792	\$ 3,715,278
INTERNATIONAL EQUITIES	1,673,582	1,321,074
DOMESTIC FIXED INCOME	7,990,919	6,678,506
INVESTED CASH (NOTE 1)	<u>1,625,449</u>	<u>1,370,661</u>
TOTAL INVESTMENTS	16,206,742	13,085,519
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	130,545	143,721
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	1,996,648	1,554,545
DUE FROM OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>113</u>
TOTAL ASSETS	<u>\$ 18,333,935</u>	<u>\$ 14,783,898</u>
LIABILITIES:		
ACCOUNTS PAYABLE	8,496	9,802
SECURITIES LENDING COLLATERAL (NOTE 2)	1,996,648	1,554,545
DUE TO OTHER AGENCIES (NOTE 4)	<u>49</u>	<u>0</u>
TOTAL LIABILITIES	2,005,193	1,564,347
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	13,219,551	16,640,670
CASH IN DURING YEAR (NOTE 5)	4,275,000	1,200,000
CASH OUT DURING YEAR (NOTE 6)	2,350,000	4,300,000
NET INCREASE (DECREASE)	<u>1,184,191</u>	<u>(321,119)</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>16,328,742</u>	<u>13,219,551</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 18,333,935</u>	<u>\$ 14,783,898</u>

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State Investment Board Profit and Loss Statement For the Month Ended 6/30/2003

	Month Ended <u>6-30-03</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 48,052	\$ 578,607
SECURITIES LENDING INCOME	2,495	33,077
	<u>50,547</u>	<u>611,684</u>
 GAIN ON SALE OF INVESTMENTS	 119,555	 1,006,295
LOSS ON SALE OF INVESTMENTS	<u>156,748</u>	<u>1,535,923</u>
 NET GAINS (LOSSES) INVESTMENTS	 (37,193)	 (529,628)
 INVESTMENT EXPENSES	 578	 38,312
SECURITIES LENDING EXPENSES	2,054	28,014
SIB ADMIN EXPENSES	<u>256</u>	<u>1,662</u>
 NET INVESTMENT INCOME	 10,466	 14,068
 NET APPREC (DEPREC) MARKET VALUE	 83,747	 1,169,886
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>237</u>
 TOTAL INVESTMENT INCOME	 <u>94,213</u>	 <u>1,184,191</u>
 NET INCREASE (DECREASE)	 <u>\$ 94,213</u>	 <u>\$ 1,184,191</u>

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State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2003

	As of <u>6/30/03</u>
ASSETS:	
INVESTMENTS (AT COST)	
LARGE CAP EQUITY	2,837,511
SMALL CAP EQUITY	880,618
CONVERTIBLE BONDS	<u>1,437,543</u>
TOTAL DOMESTIC EQUITIES	5,155,672
INTERNATIONAL EQUITY	1,699,242
FIXED INCOME	7,545,948
INVESTED CASH (NOTE 1)	<u>1,625,449</u>
TOTAL INVESTMENTS (AT COST)	<u><u>\$16,026,310</u></u>

ND STATE FIRE & TORNADO FUND
Notes to Financial Statements
June 30, 2003

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 6 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.